



# VISAKA INDUSTRIES LIMITED<sup>®</sup>

CIN: L52520TG1981PLC003072

**CORP OFF :** "VISAKA TOWER", 1-8-303/69/3, S.P. ROAD, SECUNDERABAD - 500 003.  
TEL : +91-40-2781 3833, 2781 3835, www.visaka.co E-mail : vil@visaka.in

Ref: VIL/SEC/ST. EX/BM-Outcome/2019-20/45

Date: 07.02.2020

To,

<b>National Stock Exchange of India Limited</b> Exchange Plaza, 5 <sup>th</sup> Floor, Plot No. C/1G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051	<b>BSE Limited</b> The Senior General Manager, Listing Compliances, Floor 25, P. J. Towers, Dalal Street, Mumbai – 400 001
<b>Scrip Code – VISAKAIND</b>	<b>Scrip Code – 509055</b>

**Sub: Outcome of the Board Meeting held on 07.02.2020**

Dear Sir/s,

With reference to above, we wish to inform you that the Board of Directors in their aforesaid meeting has inter-alia:

- Approved Audited Financial results for the third quarter / nine months ended December 31, 2019;
- Declared an interim dividend of Rs.10/- per share (i.e., 100%) on equity share of Rs.10/- each fully paid-up for the current financial year 2019-20;
- The aforesaid interim dividend will be paid to those members whose names appear in the Register of Members of the Company as on February 20, 2020, being the record date / book closure date fixed for this purpose.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, we enclose the following:

- Statement showing the audited financial results for the third quarter / nine months ended December 31, 2019 and
- Auditors' Report on Audited Financial Results.

We further state that the Auditor has expressed an unmodified opinion(s) on the audited financial results of the company for the third quarter / nine months ended December 31, 2019.

The meeting of the Board of Directors commenced at 10.30 Hrs and concluded at 1335 Hrs

This is for your information and records please.

Thanking you,

Yours faithfully,

for **VISAKA INDUSTRIES LIMITED**

**I SRINIVAS**

Vice President (Corp. Affairs) & Company Secretary



*Encl.: 1. Audited Financial Results and 2. Auditors Report*

<b>Regd. Office &amp; Factory</b>	: A.C. Division I, Survey No. 315, Yelumala Village, R.C. Puram Mandal, Sanga Reddy District, T.S, Pin 502 300.
<b>Factory : A.C. Division II</b>	: Survey No. 170/1, Manikantham Village, Paramathi-Velur Taluq, Namakkal District, Tamil Nadu, Pin 637 207.
<b>Factory : A.C. Division III</b>	: GAT.No.70/3A & 70/3A/3 & 70/1B &70/1C, Sahajpur Industrial Area, Nandur (V), Daund (Tq), Pune, Maharashtra, Pin 412 020.
<b>Factory : A.C. Division IV</b>	: Plot No.11, 12,18 To 21 & 30, Changsole Mouza, Bankibundh G.P. No. 4, Salboni Midnapur West, W.B, Pin 721 147.
<b>Factory : A.C. Division V</b>	: Survey No. 90/2A 90/2B 27/1, G.Nagenhalli Village, Kempannadodderi Post, Kestur Road, Kora Hobli, Tumkur Dist, Karnataka, Pin 572 138.
<b>Factory : A.C. Division VI</b>	: Village & Post, Kannawan, PS Bachrawan, Tehsil Maharajgunj, Dist Raebareli, U.P, Pin 229 301.
<b>Factory : A.C. Division VII</b>	: Survey No. 385, 386, Jujjuru (V), Near Kanchikacharla, Veerulapadu (M), Krishna Dist, A.P, Pin 521 181.
<b>Factory : A.C. Division VIII</b>	: Plot No. 1994 (P) 2006, Khata No. 450, Chaka No. 727, Paramanpur (V), P.S. Sason, Tehsil Maneswar, Sambalpur Dist, Odisha, Pin 768 200.
<b>Factory : Textile Division</b>	: Survey No. 179 & 180, Chiruva Village, Mouda Taluk, Nagpur District, Maharashtra, Pin 441 104.
<b>Factory : V-Boards Division I</b>	: Gajalapuram Village, Kukkadam Post, Vemulapaly Mandal, Adjacent to Kukkadam Railway Station, Nalgonda Dist, T.S, Pin 508 207.
<b>Factory : V-Boards Division II</b>	: GAT No : 248 & 261 to 269, Delwadi Village, Daund Taluq, Pune Dist, Maharashtra, Pin 412 214.
<b>Factory : V-Boards Division III</b>	: Mustil Nos. 106, 107 & 115, Jhaswa Village, P.S. & Tehsil Salawas, Jhajjar, Haryana, Pin 124 146.



AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

(₹ in Lakhs )

Sl.No	Particulars	Quarter ended			Nine Months ended		Year ended
		31-12-2019	30-09-2019	31-12-2018	31-12-2019	31-12-2018	31-03-2019
		Audited	Audited	Audited	Audited	Audited	Audited
1	Revenue from Operations	24,144.33	22,841.38	23,993.32	82,267.75	83,665.68	1,13,640.70
2	Other Income	142.75	203.40	134.05	495.41	1,024.92	1,204.04
3	<b>Total Income (1+2)</b>	<b>24,287.08</b>	<b>23,044.78</b>	<b>24,127.37</b>	<b>82,763.16</b>	<b>84,690.60</b>	<b>1,14,844.74</b>
4	<b>Expenses</b>						
	a)Cost of Materials consumed	10,667.15	11,937.35	14,493.07	37,936.37	43,954.68	58,229.12
	b)Purchase of Stock -In-trade	44.56	20.39	46.25	82.63	94.76	125.17
	c)Changes in Inventories of finished goods, stock -in-trade and work in progress	1,146.28	(1,292.78)	(3,476.32)	2,660.20	(4,105.10)	(3,121.85)
	d)Employee benefits expense	2,876.80	2,863.18	2,619.95	8,819.23	7,948.60	10,815.87
	e)Finance costs	426.00	409.67	508.96	1,274.23	1,463.22	1,995.29
	f)Depreciation and amortisation expense	1,003.37	1,014.53	893.38	3,102.61	2,600.64	3,535.48
	g)Other Expenses	7,270.95	7,487.78	7,870.66	23,931.33	24,836.61	33,231.16
	<b>Total expenses</b>	<b>23,435.11</b>	<b>22,440.12</b>	<b>22,955.95</b>	<b>77,806.60</b>	<b>76,793.41</b>	<b>1,04,810.24</b>
5	Profit before exceptional Items and tax (3-4)	851.97	604.66	1,171.42	4,956.56	7,897.19	10,034.50
6	Exceptional items	-	-	-	-	-	-
7	<b>Profit before tax (5-6)</b>	<b>851.97</b>	<b>604.66</b>	<b>1,171.42</b>	<b>4,956.56</b>	<b>7,897.19</b>	<b>10,034.50</b>
8	<b>Tax expense</b>						
	Current tax	207.53	(109.40)	209.79	1,350.34	2,590.57	3,033.72
	Deferred tax	29.52	(607.25)	53.00	(637.57)	(29.71)	260.07
9	<b>Net Profit for the period after tax (7-8)</b>	<b>614.92</b>	<b>1,321.31</b>	<b>908.63</b>	<b>4,243.79</b>	<b>5,336.33</b>	<b>6,740.71</b>
10	<b>Other Comprehensive Income</b>						
	<b>Items that will not be reclassified to profit or loss</b>						
	(a) Remeasurement of post - employment benefit obligations	(126.38)	(252.75)	-	(379.13)	62.64	(25.52)
	(b) Income tax relating to item (a) above	31.80	63.62	-	95.42	(21.40)	8.92
	<b>Other Comprehensive Income (net of tax )</b>	<b>(94.58)</b>	<b>(189.13)</b>	<b>-</b>	<b>(283.71)</b>	<b>41.24</b>	<b>(16.60)</b>
11	<b>Total Comprehensive Income after tax</b>	<b>520.34</b>	<b>1,132.18</b>	<b>908.63</b>	<b>3,960.08</b>	<b>5,377.57</b>	<b>6,724.11</b>
12	<b>Paid-up equity share capital (Face Value of ₹ 10/- per Share)</b>	<b>1,588.10</b>	<b>1,588.10</b>	<b>1,588.10</b>	<b>1,588.10</b>	<b>1,588.10</b>	<b>1,588.10</b>
13	<b>Earnings Per Share -Basic and Diluted ₹ (Not Annualised)</b>	<b>3.87</b>	<b>8.32</b>	<b>5.72</b>	<b>26.72</b>	<b>33.60</b>	<b>42.45</b>

Notes :

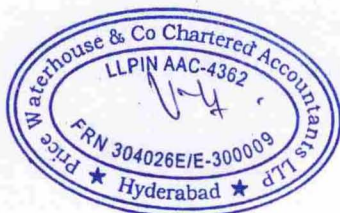
1. The above results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on February 7, 2020. The financial results for the quarter and nine months ended December 31, 2019 have been audited by the Company's Statutory Auditors.

2. The Ministry of Corporate Affairs (MCA), on March 30, 2019, notified Ind AS 116 "Leases" as part of the Companies (Indian Accounting Standards) Amendment Rules, 2019. The new standard is effective for accounting periods beginning on or after April 1, 2019. The adoption of the standard did not have any material impact to the financial statements of the Company.

3. The Company elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision for Income Tax for the nine months ended December 31, 2019 and re-measured its net Deferred Tax Liabilities basis the rate prescribed in the said section.

4. The Board of Directors recommended an interim dividend of Rs 10/- per share (100%) on equity shares of Rs 10/- each, for the financial year 2019-20.

5. The previous period figures have been regrouped/reclassified wherever necessary.



*H. Sanjay Virender*

## SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

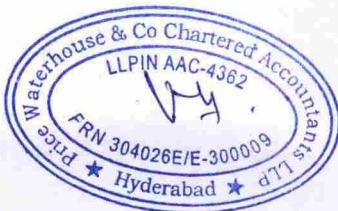
(₹ in Lakhs)

S.No.	Particulars	Quarter ended			Nine Months ended		Year ended
		31-12-2019	30-09-2019	31-12-2018	31-12-2019	31-12-2018	31-03-2019
		Audited	Audited	Audited	Audited	Audited	Audited
1	<b>Segment Revenue</b>						
	(a) Building products	18,848.60	17,555.62	18,895.32	66,008.75	67,584.48	91,592.93
	(b) Synthetic blended yarn	5,295.73	5,285.76	5,098.00	16,259.00	16,081.20	22,047.77
	<b>Total Revenue</b>	<b>24,144.33</b>	<b>22,841.38</b>	<b>23,993.32</b>	<b>82,267.75</b>	<b>83,665.68</b>	<b>1,13,640.70</b>
2	<b>Segment Results</b>						
	Profit before tax and interest from each segment						
	(a) Building Products	1,258.09	794.25	1,877.61	6,117.83	9,297.71	12,206.13
	(b) Synthetic blended yarn	652.52	789.02	531.63	2,064.19	1,713.54	2,241.52
	<b>Total</b>	<b>1,910.61</b>	<b>1,583.27</b>	<b>2,409.24</b>	<b>8,182.02</b>	<b>11,011.25</b>	<b>14,447.65</b>
	Less:						
	(i) Interest	426.00	409.67	508.96	1,274.23	1,463.22	1,995.29
	(ii) Other unallocable expenditure net of unallocable income	632.64	568.94	728.86	1,951.23	1,650.84	2,417.86
	<b>Total Profit before tax</b>	<b>851.97</b>	<b>604.66</b>	<b>1,171.42</b>	<b>4,956.56</b>	<b>7,897.19</b>	<b>10,034.50</b>
3	<b>Segment Assets</b>						
	(a) Building products	74,364.70	71,629.16	62,466.75	74,364.70	62,466.75	73,081.00
	(b) Synthetic blended yarn	16,010.67	16,391.27	18,344.75	16,010.67	18,344.75	17,310.33
	(c) Unallocated	2,939.47	2,478.00	13,508.66	2,939.47	13,508.66	2,220.00
	<b>Total Assets</b>	<b>93,314.84</b>	<b>90,498.43</b>	<b>94,320.16</b>	<b>93,314.84</b>	<b>94,320.16</b>	<b>92,611.33</b>
4	<b>Segment Liabilities</b>						
	(a) Building products	10,950.20	10,033.65	12,068.58	10,950.20	12,068.58	10,406.39
	(b) Synthetic blended yarn	1,280.25	1,270.32	1,281.85	1,280.25	1,281.85	1,308.84
	(c) Unallocated	28,514.46	27,144.88	32,366.24	28,514.46	32,366.24	30,946.09
	<b>Total Liabilities</b>	<b>40,744.91</b>	<b>38,448.85</b>	<b>45,716.67</b>	<b>40,744.91</b>	<b>45,716.67</b>	<b>42,661.32</b>

Place : Secunderabad  
Date : 07.02.2020

On behalf of Board of Directors  
for Visaka Industries Limited

Smt. G. Saroja Vivekanand  
Managing Director





# Price Waterhouse & Co Chartered Accountants LLP

## INDEPENDENT AUDITOR'S REPORT

To  
The Board of Directors,  
Visaka Industries Limited,  
1-8-303/69/3, Visaka Towers,  
S.P.Road,  
Secunderabad – 500 003.

### Report on the Audit of the Financial Results

#### Opinion

1. We have audited the accompanying quarterly financial results of Visaka Industries Limited (hereinafter referred to as “the company”) for the quarter ended December 31, 2019 and the year to date results for the period from April 01, 2019 to December 31, 2019, attached herewith, which are included in the accompanying “Audited financial results for the Quarter and Nine months ended December 31, 2019” (the Statement), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations”).
2. In our opinion and to the best of our information and according to the explanations given to us, the results:
  - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter ended December 31, 2019 as well as the year to date results for the period from April 01, 2019 to December 31, 2019.

#### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act) and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Management's Responsibilities for the Financial Results

4. These results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.



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Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)

# Price Waterhouse & Co Chartered Accountants LLP

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

5. In preparing the results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Results

7. Our objectives are to obtain reasonable assurance about whether the results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



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10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E-300009



N.K. Varadarajan

Partner

Membership Number: 090196

UDIN: 20090196AAAAA BT462

Place: Hyderabad

Date: February 07, 2020